

SENATE BILL 1491

By Overbey

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 2, relative to tax levied on income from
stock dividends and interest on bonds.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-2-104, is amended by deleting subsection (a) in its entirety and substituting instead the following:

(a)

(1) For tax years beginning prior to January 1, 2017, the tax imposed by this chapter does not apply to the first one thousand two hundred fifty dollars (\$1,250) for each individual return or two thousand five hundred dollars (\$2,500) of combined income for persons who file jointly, of income otherwise taxable under this chapter.

(2) For tax years beginning on or after January 1, 2017, and prior to January 1, 2018, the tax imposed by this chapter does not apply to the first one thousand four hundred dollars (\$1,400) for each individual return or two thousand seven hundred dollars (\$2,700) of combined income for persons who file jointly, of income otherwise taxable under this chapter.

(3) For tax years beginning on or after January 1, 2018, and prior to January 1, 2019, the tax imposed by this chapter does not apply to the first one thousand five hundred fifty dollars (\$1,550) for each individual return or two thousand nine hundred dollars (\$2,900) of combined income for persons who file jointly, of income otherwise taxable under this chapter.

(4) For tax years beginning on or after January 1, 2019, and prior to January 1, 2020, the tax imposed by this chapter does not apply to the first one thousand seven hundred dollars (\$1,700) for each individual return or three thousand one hundred dollars (\$3,100) of combined income for persons who file jointly, of income otherwise taxable under this chapter.

(5) For tax years beginning on or after January 1, 2020, and prior to January 1, 2021, the tax imposed by this chapter does not apply to the first one thousand eight hundred fifty dollars (\$1,850) for each individual return or three thousand three hundred dollars (\$3,300) of combined income for persons who file jointly, of income otherwise taxable under this chapter.

(6) For tax years beginning on or after January 1, 2021, the tax imposed by this chapter does not apply to the first two thousand dollars (\$2,000) for each individual return or three thousand five hundred dollars (\$3,500) of combined income for persons who file jointly, of income otherwise taxable under this chapter.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.